

PROPERTY REQUIREMENTS

241.590 Eligibility of property.

TITLE

241.595 Eligibility of title.

241.600 Title evidence.

FORM OF CONTRACT

241.605 Contract requirements.

241.610 Assurance of completion.

241.615 Certification of cost requirements.

ELIGIBLE BORROWERS

241.625 Eligible borrowers.

241.626 Disclosure and verification of Social Security and Employer Identification Numbers.

SPECIAL REQUIREMENTS

241.630 Maximum insurance against loss.

241.635 Regulatory agreement.

241.640 Employment discrimination prohibited.

241.645 Labor standards and prevailing wage requirements.

Subpart D—Contract Rights and Obligations—Multifamily Projects Without a HUD-Insured or HUD-Held Mortgage

241.800 Definitions.

PREMIUMS

241.805 Insurance premiums.

241.805a Mortgagee's late charge.

241.815 Termination of insurance.

241.825 Pro rata refund of insurance premium.

RIGHTS AND DUTIES OF LENDER UNDER THE CONTRACT OF INSURANCE

241.830 Definition of default.

241.840 Date of default.

241.850 Notice of default.

241.860 Commissioner's right to require acceleration.

241.865 Election by the lender.

241.875 Maximum claim period.

241.880 Items to be delivered on submitting claim.

241.885 Insurance benefits.

241.890 Characteristics of debentures.

241.893 Cash adjustment.

ASSIGNMENTS

241.895 Assignment of insured loans.

EXTENSION OF TIME

241.897 Actions to be taken by lender.

RIGHTS IN HOUSING FUND

241.900 No vested right in fund.

241.905 Effect of amendments.

Subpart E—Insurance for Equity Loans and Acquisition Loans—Eligibility Requirements

241.1000 Purpose and scope.

241.1005 Definitions.

241.1010 Feasibility letter.

241.1015 Processing of applications and required fees.

241.1020 Commitments.

241.1025 Refund of fees.

241.1030 Mortgage insurance premiums.

241.1035 Charges by lender.

241.1040 Eligible lenders.

241.1045 Note and security form.

241.1046 Rental assistance.

241.1050 Method of loan payment.

241.1055 Date of first payment to principal.

241.1060 Maturity.

241.1065 Maximum loan amount—loans insured in connection with a plan of action under subpart C of part 248 of this chapter.

241.1067 Maximum loan amount—loans insured in connection with a plan of action under subpart B of part 248 of this chapter.

241.1068 Renegotiation of an equity loan.

241.1069 Escrow requirements.

241.1070 Agreed interest rate.

241.1080 Eligibility of title.

241.1085 Title evidence.

241.1090 Accumulation of next premium.

241.1095 Application of payments.

241.1100 Prepayment privilege and charges.

241.1105 Late charges.

241.1120 Mortgagee's consent.

Subpart F—Insurance for Equity Loans and Acquisition Loans—Contract Rights and Obligations

241.1200 Cross-references.

241.1205 Payment of insurance benefits.

241.1210 Condition for payment of insurance benefits.

241.1215 Calculation of insurance benefits.

241.1220 Termination of insurance benefits.

241.1230 No vested right in fund.

241.1235 Cross default.

241.1245 Insurance endorsement.

241.1250 Effect of endorsement.

AUTHORITY: 12 U.S.C. 1715b, 1715z-6; 42 U.S.C. 3535(d).

SOURCE: 36 FR 24653, Dec. 22, 1971, unless otherwise noted.

Subpart A—Eligibility Requirements**§ 241.1 Eligibility requirements.**

The requirements set forth in 24 CFR part 200, subpart A, apply to multifamily project mortgages insured under

§ 241.251

section 241 of the National Housing Act (12 U.S.C. 1715z-6), as amended.

[61 FR 14407, Apr. 1, 1996]

Subpart B—Contract Rights and Obligations

§ 241.251 Cross-reference.

(a) *Projects with a HUD-insured or HUD-held mortgage.* All of the provisions of subpart B, part 207 of this chapter, covering mortgages insured under section 207 of the National Housing Act, apply with full force and effect to multifamily project and group practice facility mortgages insured under section 241 of the National Housing Act, except the following provisions:

Sec.

207.251 Definitions.

207.253a Termination of insurance contract.

207.259 Insurance benefits.

207.260 Protection of mortgage security.

207.262 No vested right in fund.

(b) For the purposes of this subpart, the terms *mortgagor*, *mortgagee* and *mortgage*, as used in subpart B, part 207 of this chapter shall be construed to mean *borrower*, *lender* and *supplementary loan (including the security instrument)*, respectively.

(c) *Projects without a HUD-insured or HUD-held mortgage.* The provisions of subpart D of this part shall be applicable to a project without a HUD-insured or HUD-held mortgage that is receiving a loan insured under subpart A of this part in connection with a plan of action approved by the Commissioner under part 248 of this chapter.

[36 FR 24653, Dec. 22, 1971, as amended at 37 FR 8664, Apr. 29, 1972; 48 FR 57129, Dec. 28, 1983; 57 FR 12037, Apr. 8, 1992]

§ 241.260 Definitions.

All of the definitions contained in § 241.1 shall apply to this subpart. In addition, the term *contract of insurance*, as used in this subpart, means the agreement evidenced by endorsement of the credit instrument by the Commissioner or his duly authorized representative, and includes the provisions of this subpart and of the National Housing Act.

24 CFR Ch. II (4-1-99 Edition)

§ 241.261 Payment of insurance benefits.

All of the provisions of § 207.259 of this chapter relating to insurance benefits shall apply to multifamily loans insured under this subpart, except that, with respect to loans initially or initially and finally endorsed for insurance on or after July 15, 1978, insurance benefits shall be paid in cash if insurance benefits under the insured project mortgage are payable in cash, unless the mortgagee files a written request for payment in debentures. If such a request is made, payment will be made in debentures with a cash payment to adjust for any difference between the total amount of the insurance payment and the amount of the debentures issued.

[48 FR 57129, Dec. 28, 1983]

§ 241.265 Insurance of property against flood.

The mortgaged property shall be insured against flood as stipulated by the Federal Housing Commissioner. The mortgagee shall obtain such coverage in the event the mortgagor fails to do so. If the mortgagee fails to pay any premiums necessary to keep the mortgaged premises so insured, the contract of mortgage insurance may be terminated at the election of the Commissioner.

[39 FR 26023, July 16, 1974]

§ 241.270 Refund upon termination of insurance.

Upon termination of the insurance contract by payment in full or by voluntary termination, the Commissioner shall refund to the lender for the account of the borrower an amount equal to the pro rata portion of the current annual loan insurance premium theretofore paid, which is applicable to the portion of the year subsequent to (a) the date of the prepayment or (b) the effective date of the voluntary termination of the contract of insurance.

§ 241.275 No vested right in fund.

Neither the lender nor the borrower shall have any vested or other right in the insurance fund under which the loan is insured.